


**INTER COUNTY**  
ENERGY COOPERATIVE

A Touchstone Energy Cooperative 

RECEIVED  
OCT 17 2013  
PUBLIC SERVICE  
COMMISSION

October 15, 2013

Mr. Jeff Derouen  
Executive Director  
Public Service Commission  
211 Sower Boulevard  
Frankfort, Kentucky 40602

**Re: Public Service Commission Case No. 2013-00324**

Dear Mr. Derouen:

Please find enclosed the original and 7 copies of Inter-County Energy Cooperative Corporation's response as requested in Case No. 2013-00324, Appendix B, Item 8. Sheree Gilliam, Vice-President of Member Services, will be the witness responsible for responding to questions related to the information provided.

If there are any questions or if you should need additional information, please let me know.

Very truly yours,



James L. Jacobus  
President/CEO

Enclosures

CC: Case No. 2013-00324 Service List

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

OCT 17 2013

PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE )  
 COMMISSION OF THE ENVIRONMENTAL )  
 SURCHARGE MECHANISM OF EAST KENTUCKY )  
 KENTUCKY POWER COOPERATIVE, INC. ) CASE NO.  
 FOR THE SIX-MONTH BILLING PERIOD ) 2013-00324  
 ENDING JUNE 30, 2013 AND THE PASS )  
 THROUGH MECHANISM FOR ITS SIXTEEN )  
 MEMBER DISTRIBUTION COOPERATIVES )

INTER-COUNTY ENERGY COOPERATIVE RESPONSE

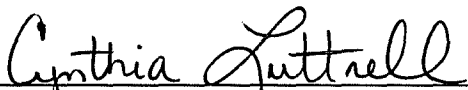
CERTIFICATE

STATE OF KENTUCKY )  
 COUNTY OF BOYLE )

Sheree Gilliam, Vice President-Member Services, being duly sworn, states that she has supervised the preparation of the response of Inter-County Energy to the Public Service Commission Staff's Request for Information in the abovementioned Case No. 2013-00324 dated September 18, 2013, and that the matters and things set forth therein are true and accurate to the best of her knowledge, information and belief, formed after reasonable inquiry.

  
 \_\_\_\_\_  
 Sheree Gilliam  
 Vice President - Member Services

Subscribed and sworn before me on this 15th day of October, 2013.

  
 \_\_\_\_\_  
 Cynthia Luttrell  
 Notary Public - ID No. 492615

My Commission Expires: July 15, 2017

8. This question is addressed to each of the 16 member distribution cooperatives. For your particular distribution cooperative, provide the actual average residential customer's monthly usage. Based on this usage amount, provide the dollar impact any over- or under-recovery will have on the average residential customer's monthly bill for the requested recovery period. Provide all supporting calculations.

**Response**

<b><u>June 2013 Average kWh Usage No Recovery</u></b>	1,141
Energy @ 0.09421	\$107.49
Customer Charge	\$8.97
Fuel Adjustment @ \$0.00133	\$1.52
Environmental Surcharge @ 11.66%	\$13.76
Local School Tax @ 3%	\$3.95
Total Bill Amount	\$135.69

\*See Item 8 – Page 4 of 6

<b><u>June 2013 Average kWh Usage Six-Month Recovery</u></b>	1,141
Energy @ 0.09421	\$107.49
Customer Charge	\$8.97
Fuel Adjustment @ \$0.00133	\$1.52
Environmental Surcharge @ 11.54%	\$13.61
Local School Tax @ 3%	\$3.95
Total Bill Amount	\$135.54

\*See Item 8 – Page 5 of 6

**Dollar Impact: (\$0.15)**

**Inter-County ECC - Calculation of (Over)/Under**

	EKPC Invoice Month recorded Member's Books	Billed to Retail Consumer & recorded on Member's Books	Monthly (Over) or Under	Cumulative (Over) or Under
Mo/Yr	(1)	(2)	(3)	(4)
Jan-13	\$ 524,638	\$ 569,706	\$ (45,068)	\$ (45,068)
Feb-13	\$ 462,359	\$ 471,224	\$ (8,865)	\$ (53,933)
Mar-13	\$ 394,389	\$ 386,761	\$ 7,628	\$ (46,305)
Apr-13	\$ 372,890	\$ 346,328	\$ 26,562	\$ (19,743)
May-13	\$ 291,750	\$ 282,734	\$ 9,016	\$ (10,727)
Jun-13	\$ 282,513	\$ 299,089	\$ (16,576)	\$ (27,303)
Jul-13	\$ 403,526	\$ 409,993	\$ (6,467)	\$ (33,770)
Aug-13	\$ 393,513	\$ -	\$ 393,513	\$ 359,743

Cumulative 6-months (Over)/Under Recovery	\$ (27,303)
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Monthly Recovery (per month for six months)	\$ (4,551)
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East Kentucky Power Cooperative, Inc. - Distribution Cooperatives  
 Pass Through Mechanism Report for Inter County ECC

For the Month Ending August 2013

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Surcharge Factor Expense Month	EKPC CESF %	EKPC BESF %	EKPC MESF %	EKPC Monthly Revenues from Sales to Inter County	On-peak Revenue Adjustment	EKPC Net Monthly Sales to Inter County	EKPC 12-months Ended Average Monthly Revenue from Sales to Inter County	Inter County Revenue Requirement	Amortization of (Over)/Under Recovery	Inter County Net Revenue Requirement	Inter County Total Monthly Retail Revenues	On-Peak Retail Revenue Adjustment	Inter County Net Monthly Retail Revenues	12-months ended Avg. Retail Revenues, Net	Inter County Pass Through Mechanism Factor
			Col. (1) - Col. (2)			Col. (4) - Col. (5)		Col (3) x Col (7)		Col (8) + Col (9)			Col. (11) - Col. (12)		Col (10) / Col (14)
Sep-11	12.01%	0.00%	12.01%	\$ 1,997,178		\$ 1,997,178	\$ 2,448,720	\$ 294,091	\$ (19,910)	\$ 274,181	\$ 3,593,700		\$ 3,593,700	\$ 3,637,206	7.55%
Oct-11	14.85%	0.00%	14.85%	\$ 1,976,221		\$ 1,976,221	\$ 2,482,778	\$ 368,692	\$ (19,910)	\$ 348,782	\$ 2,668,244		\$ 2,668,244	\$ 3,619,630	9.59%
Nov-11	15.11%	0.00%	15.11%	\$ 2,306,071		\$ 2,306,071	\$ 2,513,413	\$ 379,777	\$ (19,910)	\$ 359,867	\$ 2,993,867		\$ 2,993,867	\$ 3,659,141	9.94%
Dec-11	14.21%	0.00%	14.21%	\$ 2,806,649		\$ 2,806,649	\$ 2,451,338	\$ 348,335	\$ (19,910)	\$ 328,425	\$ 3,674,690		\$ 3,674,690	\$ 3,656,990	8.98%
Jan-12	12.09%	0.00%	12.09%	\$ 3,110,156		\$ 3,110,156	\$ 2,403,501	\$ 290,583	\$ -	\$ 290,583	\$ 4,242,269		\$ 4,242,269	\$ 3,569,310	7.95%
Feb-12	10.78%	0.00%	10.78%	\$ 2,689,207		\$ 2,689,207	\$ 2,384,671	\$ 257,068	\$ -	\$ 257,068	\$ 4,241,381		\$ 4,241,381	\$ 3,490,377	7.20%
Mar-12	12.92%	0.00%	12.92%	\$ 2,027,202		\$ 2,027,202	\$ 2,362,015	\$ 305,172	\$ -	\$ 305,172	\$ 3,893,067		\$ 3,893,067	\$ 3,476,795	8.74%
Apr-12	14.94%	0.00%	14.94%	\$ 1,700,464		\$ 1,700,464	\$ 2,350,739	\$ 351,200	\$ -	\$ 351,200	\$ 2,850,952		\$ 2,850,952	\$ 3,440,201	10.10%
May-12	16.90%	0.00%	16.90%	\$ 2,011,041		\$ 2,011,041	\$ 2,357,597	\$ 398,434	\$ -	\$ 398,434	\$ 2,653,803		\$ 2,653,803	\$ 3,437,664	11.58%
Jun-12	15.55%	0.00%	15.55%	\$ 2,253,785		\$ 2,253,785	\$ 2,350,035	\$ 365,430	\$ -	\$ 365,430	\$ 2,932,584		\$ 2,932,584	\$ 3,439,624	10.63%
Jul-12	14.51%	0.00%	14.51%	\$ 2,671,163		\$ 2,671,163	\$ 2,343,802	\$ 340,086	\$ -	\$ 340,086	\$ 3,654,009		\$ 3,654,009	\$ 3,448,020	9.89%
Aug-12	14.13%	0.00%	14.13%	\$ 2,330,543		\$ 2,330,543	\$ 2,323,307	\$ 328,283	\$ -	\$ 328,283	\$ 3,830,139		\$ 3,830,139	\$ 3,435,725	9.52%
Sep-12	16.23%	0.00%	16.23%	\$ 1,964,856		\$ 1,964,856	\$ 2,320,613	\$ 376,636	\$ -	\$ 376,636	\$ 3,307,253		\$ 3,307,253	\$ 3,411,855	10.96%
Oct-12	17.57%	0.00%	17.57%	\$ 1,984,554		\$ 1,984,554	\$ 2,321,308	\$ 407,854	\$ -	\$ 407,854	\$ 2,681,222		\$ 2,681,222	\$ 3,412,936	11.95%
Nov-12	18.23%	0.00%	18.23%	\$ 2,585,367		\$ 2,585,367	\$ 2,344,582	\$ 427,417	\$ -	\$ 427,417	\$ 3,159,904		\$ 3,159,904	\$ 3,426,773	12.52%
Dec-12	14.61%	0.00%	14.61%	\$ 2,877,884		\$ 2,877,884	\$ 2,350,519	\$ 343,411	\$ -	\$ 343,411	\$ 3,722,308		\$ 3,722,308	\$ 3,430,741	10.02%
Jan-13	13.49%	0.00%	13.49%	\$ 3,164,652		\$ 3,164,652	\$ 2,355,060	\$ 317,698	\$ -	\$ 317,698	\$ 4,554,990		\$ 4,554,990	\$ 3,456,801	9.26%
Feb-13	12.61%	0.00%	12.61%	\$ 2,923,571		\$ 2,923,571	\$ 2,374,590	\$ 299,436	\$ -	\$ 299,436	\$ 4,708,390		\$ 4,708,390	\$ 3,495,718	8.66%
Mar-13	14.37%	0.00%	14.37%	\$ 2,957,096		\$ 2,957,096	\$ 2,452,081	\$ 352,364	\$ -	\$ 352,364	\$ 4,180,632		\$ 4,180,632	\$ 3,519,682	10.08%
Apr-13	14.27%	0.00%	14.27%	\$ 2,030,267		\$ 2,030,267	\$ 2,479,565	\$ 353,834	\$ -	\$ 353,834	\$ 4,003,711		\$ 4,003,711	\$ 3,615,745	10.05%
May-13	17.97%	0.00%	17.97%	\$ 1,979,757		\$ 1,979,757	\$ 2,476,958	\$ 445,109	\$ -	\$ 445,109	\$ 2,809,616		\$ 2,809,616	\$ 3,628,730	12.31%
Jun-13	17.09%	0.00%	17.09%	\$ 2,241,811		\$ 2,241,811	\$ 2,475,960	\$ 423,142	\$ -	\$ 423,142	\$ 2,980,121		\$ 2,980,121	\$ 3,632,691	11.66%
Jul-13	15.77%	0.00%	15.77%	\$ 2,298,442		\$ 2,298,442	\$ 2,444,900	\$ 385,561	\$ 53,465	\$ 439,026	\$ 3,335,504		\$ 3,335,504	\$ 3,606,149	12.09%
Aug-13	15.49%	0.00%	15.49%	\$ 2,294,259		\$ 2,294,259	\$ 2,441,876	\$ 378,247	\$ 51,404	\$ 429,651					11.91%

Notes:  
 Inter County Total Monthly Retail Revenues in Column (11) includes demand and energy charges, customer charges, and FAC revenues.  
 Revenues reported in Columns (4), (6), (7), (11), (13), and (14) are net of Green Power Revenues.

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## PARTIES OF RECORD

Allen Anderson  
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South Kentucky RECC  
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Salt River Electric Cooperative  
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